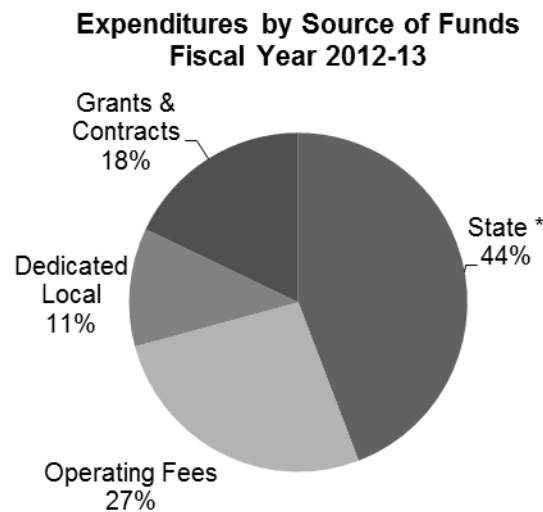


Expenditures

Introduction

The community and technical college system spent more than \$1.2 billion in 2012-13 as accounted for in the common financial management system. In addition, approximately \$40 million was expended by the community and technical college system from state and federal funds for Adult Basic Education, Workforce Education, and WorkFirst. This is not included in the \$1.2 billion, but is described starting on page 80.

About 44 percent of community and technical college operating expenditures for 2012-13 were from the state general fund appropriation to SBCTC, down about three percent from the previous year. Student operating fees (tuition) contributed 27 percent. The remainder was derived from grants and contracts (18 percent) and local dedicated funds (11 percent). Grants and contracts include federal, state, and private sources. Local funds include revenue from investments, student fees for self-support courses, miscellaneous fees, and instructional enterprises. Tables starting on page 73 describe expenditures of the funds derived from these sources.



* State includes the following state appropriated funds: 001 General Fund-State; 08A - Education Legacy Trust Account; and 060 - CTC Capital Projects Account (operating funds provided in the capital budget).

Note: 060 - CTC Capital Projects Account appropriation in the operating budget excluded from this analysis.

APPROPRIATION PROCESS: Every other year college staff, State Board for Community and Technical College (SBCTC) staff, local trustees, presidents, and SBCTC board members participate in the process of developing a single biennial operating budget request based on current-level spending, plus specific enhancements above the current level. The SBCTC submits its request to the Governor in the year prior to the start of a new biennium. The Governor recommends a system budget for legislative consideration. The Legislature makes a biennial appropriation to the SBCTC for the college system.

The Legislature includes language in its appropriations bill and published budget notes to indicate the funding levels for items of specific interest and to provide policy directions to the community and technical colleges by the Legislature.

The SBCTC then allocates the biennial appropriation by fiscal year to individual college districts. Each district has specified annual FTES targets and an allocated amount consistent with legislative budget notes and detail.

LIMITS ON EXPENDITURES: Local districts have the authority to determine how to spend their allocations except as limited by the State Board or legislative action.

Expenditure Categories

Expenditure categories are accounted for by the source of funds: legislative appropriations, student operating fees, grants, and local revenue sources such as fees for courses funded exclusively from student fees (student-funded courses). There is no local tax support for Washington community and technical colleges. Expenditures exclude auxiliary enterprise funds, such as those used to run the campus bookstore or cafeteria. College expenditures of the federal Carl D. Perkins Act, the federal Adult Education and Family Literacy Act, and WorkFirst funds are reimbursed by the State Board office from federal funds and therefore net to zero in these expenditure reports.

The expenditures are reported by fund, program, and object (types of things purchased such as salaries, benefits, equipment, and travel). The funds included are:

State General Fund & Special Revenue (001, 08A, and 060): Legislative appropriation of the following funds: 001 - General Fund State; 08A - Education Legacy Trust Account; 060- Capital Projects Account (operating funds provided in the capital budget). (Excluding allocation to SBCTC.)

Operating Fees (149): College operating fees and interest income earned on those fees. (Not appropriated.)

Local Dedicated Fund (148): Consists primarily of fees for courses not funded by the state; lab, course and other fees established for specific purposes; and income generated from instructional enterprises, such as food service and auto repair courses. (Not appropriated.)

Grants and Contracts (145): Funds received from governmental or private sources dedicated for specific restricted purposes. Also included are revenues from contract courses. As noted above, the major federal grants and the WorkFirst funds that flow through the State Board net zero in the college accounting records and thus are not reported here. (Not appropriated.)

Constant (FY13\$) Dollar Calculations

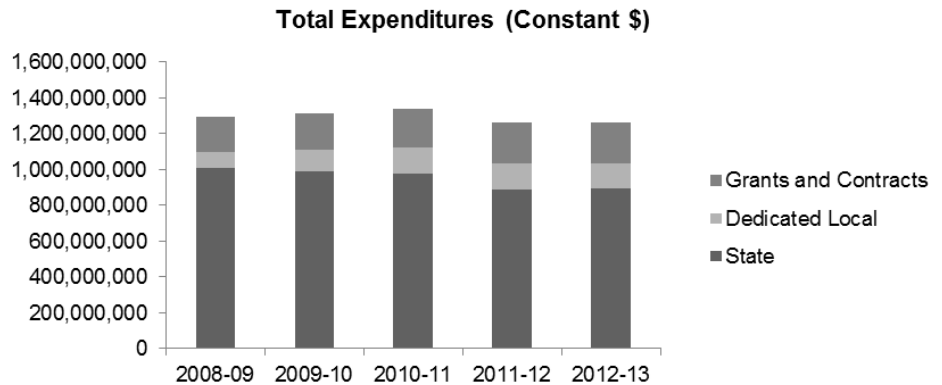
Historical fiscal data is presented both in current and constant (FY13\$) dollars. Current dollars provide a measure of increases or decreases in funding without inflation adjustments. Constant (FY13\$) dollars were calculated using the “implicit price deflator” adjusted to fiscal years. The following index numbers were used:

Fiscal Year	Index
2008-09	0.937
2009-10	0.947
2010-11	0.963
2011-12	0.986
2012-13	1.000

Source: ERFC, based on Nov 2013 forecast
available through <http://leap.leg.wa.gov/leap/default.asp>

Expenditures by Source of Funds

The community and technical college system spent \$1.2 billion on college operations in fiscal year 2012-13 with \$892 million spent from state and operating fees. This represents 71 percent of total expenditures, a slight increase of one percent from the prior year as operating fees increased.



Type of Funds	Fiscal Years 2008-09 to 2012-13				
	2008-09	2009-10	2010-11	2011-12	2012-13
State Funds (*)					
Current \$	705,380,416	680,288,131	650,074,245	572,692,626	557,248,380
Constant \$	752,743,913	718,583,034	674,976,507	572,692,626	557,248,380
% Total	58.2%	54.8%	50.3%	45.7%	44.2%
Operating Fees (149)					
Current \$	237,136,692	257,366,375	291,831,345	307,576,997	335,543,921
Constant \$	253,059,480	271,854,090	303,010,469	311,947,475	335,543,921
% Total	19.6%	20.7%	22.6%	24.6%	26.6%
Total State					
Current \$	942,517,108	937,654,506	941,905,590	880,269,623	892,792,301
Constant \$	1,005,803,393	990,437,124	977,986,975	884,640,100	892,792,301
% Total	77.8%	75.5%	72.9%	70.3%	70.8%
Dedicated Local (148)					
Current \$	84,915,259	111,141,845	137,770,208	148,174,323	142,555,269
Constant \$	90,616,982	117,398,262	143,047,743	150,279,788	142,555,269
% Total	7.0%	8.9%	10.7%	11.8%	11.3%
Grants & Contracts (145)					
Current \$	184,486,770	193,321,026	211,710,519	224,001,159	225,702,191
Constant \$	196,874,325	204,203,488	219,820,471	227,184,076	225,702,191
% Total	15.2%	15.6%	16.4%	17.9%	17.9%
TOTAL					
Current \$	1,211,919,137	1,242,117,377	1,291,386,317	1,252,445,104	1,261,049,760
% Change	2.7%	2.5%	4.0%	0.8%	-2.3%
Constant \$	1,293,294,700	1,312,038,874	1,340,855,189	1,270,241,569	1,261,049,760
% Change	1.4%	1.4%	2.2%	-3.2%	-6.0%

* State Includes the following state appropriated funds: 001 General Fund-State; 08A - Education Legacy Trust Account; 060 - CTC Capital Projects Account (operating funds provided in the capital budget); 001-8 General Fund Federal Stimulus (2009-10 only); 17C - Opportunity Express Account (2010-11 only); 253 - Education Construction Account (2008-09 and prior years); and 489 Pension Funding Stabilization Account (2008-09 and prior years).

Note: 060 - CTC Capital Projects Account appropriation in the operating budget excluded from this analysis.

Source: SBCTC Financial Management System (FMS)

**EXPENDITURES BY SOURCE OF FUNDS BY DISTRICT
GENERAL AND DEDICATED FUNDS**

Expenditure patterns by college vary as a result of: college size, faculty mix in terms of part-time/full-time status, program mix, and the equipment and consumable costs related to instruction.

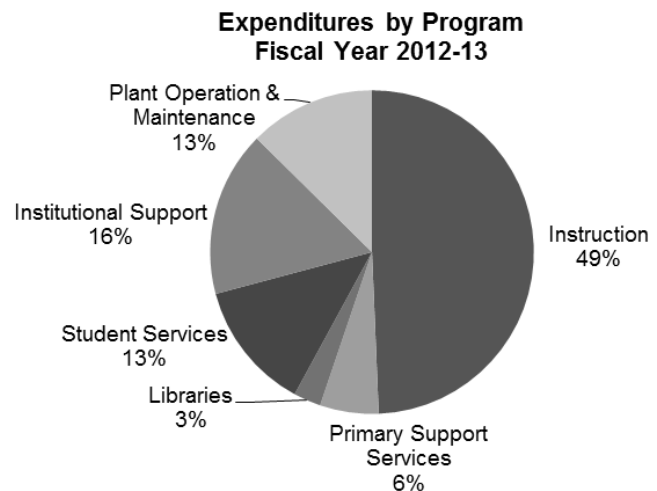
Fiscal Year 2012-13

	----- General Funds -----	----- Dedicated Funds -----				
	State Funds *	Operating Fees 149	Total	Local 148	Grants & Contracts 145	Grand Total
Bates	18,833,629	5,049,602	23,883,231	2,598,832	3,075,290	29,557,352
Bellevue	26,909,640	22,842,528	49,752,168	11,868,829	10,407,095	72,028,092
Bellingham	9,907,915	4,335,674	14,243,589	3,177,048	1,599,975	19,020,612
Big Bend	8,858,327	4,089,782	12,948,110	1,250,160	4,656,699	18,854,969
Cascadia	8,561,879	3,729,205	12,291,084	3,536,252	1,139,786	16,967,121
Centralia	10,195,577	5,221,769	15,417,346	794,583	3,811,013	20,022,941
Clark	25,136,624	17,474,587	42,611,211	14,445,099	8,409,436	65,465,746
Clover Park	16,583,938	9,415,849	25,999,787	2,296,735	2,296,955	30,593,477
Columbia Basin	18,521,415	9,751,398	28,272,813	2,766,592	9,516,672	40,556,076
Edmonds	22,086,783	12,892,239	34,979,022	6,497,019	30,654,677	72,130,718
Everett	22,298,730	11,254,279	33,553,009	12,934,906	8,715,497	55,203,412
Grays Harbor	8,823,812	4,062,095	12,885,907	871,621	719,172	14,476,700
Green River	22,593,388	14,800,120	37,393,508	4,332,849	17,985,097	59,711,454
Highline	21,641,529	13,768,708	35,410,237	4,765,948	9,409,202	49,585,387
Lake Washington	13,013,171	8,173,538	21,186,709	3,852,636	3,668,439	28,707,784
Lower Columbia	11,016,167	4,784,021	15,800,188	5,841,573	5,531,254	27,173,014
Olympic	18,118,824	13,334,943	31,453,767	2,990,342	5,245,314	39,689,422
Peninsula	9,678,120	4,676,966	14,355,086	749,623	3,980,222	19,084,932
Pierce District	22,494,743	14,301,967	36,796,710	2,678,276	14,114,415	53,589,401
Renton	15,376,241	8,700,582	24,076,823	1,168,582	2,664,619	27,910,024
Seattle District	58,729,073	34,158,170	92,887,243	9,650,162	30,803,099	133,340,504
Shoreline	18,912,150	14,717,162	33,629,312	3,128,407	3,425,195	40,182,913
Skagit Valley	15,550,790	11,303,612	26,854,402	1,712,619	7,811,762	36,378,784
South Puget Sound	14,327,790	10,316,364	24,644,154	6,143,902	2,737,575	33,525,631
Spokane District	48,764,397	29,332,190	78,096,587	8,494,584	15,517,960	102,109,131
Tacoma	17,705,713	13,219,347	30,925,060	7,902,866	5,418,250	44,246,177
Walla Walla	14,217,729	8,088,777	22,306,506	3,479,450	2,804,583	28,590,539
Wenatchee Valley	11,238,034	8,594,959	19,832,992	1,921,853	2,593,339	24,348,184
Whatcom	10,663,737	6,096,119	16,759,856	8,539,052	4,202,579	29,501,488
Yakima Valley	16,488,514	7,057,372	23,545,885	2,164,871	2,787,020	28,497,776
SYSTEM TOTAL	557,248,380	335,543,921	892,792,301	142,555,269	225,702,191	1,261,049,760

* State Includes the following state appropriated funds: 001-1 General Fund-State; 08A - Education Legacy Trust Account; and 060 - CTC Capital Projects Account (operating funds provided in the capital budget)
 Note: 060 - CTC Capital Projects Account appropriation in the operating budget excluded from this analysis.
 Source: SBCTC Financial Management System (FMS)

Expenditures by Program – State General Funds and Operating Fees

After a decrease of 10 percent in total constant dollar expenditures between 2009-10 and 2011-12, there was no change in 2012-13.



	2008-09	2009-10	2010-11	2011-12	2012-13
010 INSTRUCTION					
Current \$	486,966,735	483,344,972	493,032,818	451,760,442	440,489,076
Constant \$	519,664,620	510,553,515	511,919,326	458,179,676	440,489,076
% Total	52.4%	52.4%	52.3%	51.3%	49.3%
040 PRIMARY SUPPORT SERVICES					
Current \$	38,038,899	37,517,249	39,007,010	36,822,915	52,372,190
Constant \$	40,593,060	39,629,177	40,501,244	37,346,146	52,372,190
% Total	3.4%	3.4%	4.1%	4.2%	5.9%
050 LIBRARIES					
Current \$	27,379,654	26,550,348	27,153,573	24,988,310	24,409,298
Constant \$	29,218,089	28,044,925	28,193,739	25,343,378	24,409,298
% Total	3.3%	3.3%	2.9%	2.8%	2.7%
060 STUDENT SERVICES					
Current \$	117,205,597	117,675,630	123,233,091	115,833,011	115,177,217
Constant \$	125,075,488	124,299,848	127,953,756	117,478,926	115,177,217
% Total	11.6%	11.6%	13.1%	13.2%	12.9%
080 INSTITUTIONAL SUPPORT					
Current \$	153,186,821	158,051,660	149,374,125	139,426,029	147,763,499
Constant \$	163,472,708	166,948,732	155,096,169	141,407,186	147,763,499
% Total	17.5%	17.5%	15.9%	15.8%	16.6%
090 PLANT OPERATION & MAINTENANCE					
Current \$	119,739,401	114,514,648	110,104,973	111,438,915	112,581,020
Constant \$	127,779,427	120,960,927	114,322,742	113,022,393	112,581,020
% Total	11.8%	11.8%	11.7%	12.7%	12.6%
TOTAL CURRENT \$	942,517,107	937,654,506	941,905,590	880,269,623	892,792,301
TOTAL CONSTANT \$	1,005,803,392	990,437,124	977,986,975	892,777,706	892,792,301
CONSTANT \$ CHANGE	0.6%	-1.5%	-1.3%	-8.7%	0.0%

** State Includes the following state appropriated funds: 001-1 – GF-S; 08A - ELTA; 060- CTC Capital Projects Acct (operating funds provided in the capital budget); 001-8 Federal Stimulus (2009-10 only); 17C – Opportunity Express Acct (2010-11 only); 253 - Education Construction Account (2008-09 and prior years); and 489 PFSA (2008-09 and prior years)

Note: 060- CTC Capital Projects Acct appropriations in the operating budget excluded from this analysis.

Source: SBCTC Financial Management System (FMS)

**EXPENDITURES BY PROGRAM BY DISTRICT
STATE GENERAL FUNDS AND OPERATING FEES
FISCAL YEAR 2012-13**

Page 1 of 2

	010 Instruction		040 Primary Support Service		050 Libraries	
	Expenditure	% of Total	Expenditure	% of Total	Expenditure	% of Total
Bates	11,887,075	49.8%	1,718,210	7.2%	293,741	1.2%
Bellevue	30,141,804	60.6%	916,735	1.8%	1,506,361	3.0%
Bellingham	6,616,310	46.5%	1,554,013	10.9%	409,173	2.9%
Big Bend	5,507,188	42.5%	408,589	3.2%	452,860	3.5%
Cascadia	2,971,401	24.2%	1,560,465	12.7%	792,386	6.4%
Centralia	8,513,825	55.2%	380,655	2.5%	447,093	2.9%
Clark	21,576,838	50.6%	3,602,319	8.5%	1,225,081	2.9%
Clover Park	10,992,660	42.3%	2,255,141	8.7%	418,362	1.6%
Columbia Basin	15,682,958	55.5%	405	0.0%	551,728	2.0%
Edmonds	16,378,202	46.8%	1,794,612	5.1%	1,023,334	2.9%
Everett	19,862,433	59.2%	578,990	1.7%	990,627	3.0%
Grays Harbor	5,400,783	41.9%	776,161	6.0%	399,578	3.1%
Green River	18,322,016	49.0%	2,668,035	7.1%	731,033	2.0%
Highline	20,593,019	58.2%	2,039,959	5.8%	1,422,818	4.0%
Lake Washington	10,592,187	50.0%	1,254,044	5.9%	451,119	2.1%
Lower Columbia	5,114,947	32.4%	1,886,556	11.9%	360,232	2.3%
Olympic	15,148,089	48.2%	2,389,900	7.6%	904,287	2.9%
Peninsula	6,015,398	41.9%	914,714	6.4%	501,534	3.5%
Pierce District	13,912,860	37.8%	2,779,365	7.6%	1,649,873	4.5%
Renton	11,965,929	49.7%	1,180,510	4.9%	510,289	2.1%
Seattle District	46,201,946	49.7%	7,763,030	8.4%	2,481,861	2.7%
Shoreline	18,963,064	56.4%	686,148	2.0%	1,051,941	3.1%
Skagit Valley	12,161,129	45.3%	614,185	2.3%	638,745	2.4%
South Puget Sound	11,883,890	48.2%	1,039,312	4.2%	525,859	2.1%
Spokane District	40,328,989	51.6%	5,727,986	7.3%	1,459,944	1.9%
Tacoma	15,637,700	50.6%	2,250,716	7.3%	737,982	2.4%
Walla Walla	10,210,715	45.8%	706,722	3.2%	540,047	2.4%
Wenatchee Valley	9,253,256	46.7%	1,023,628	5.2%	713,472	3.6%
Whatcom	6,517,847	38.9%	731,252	4.4%	623,376	3.7%
Yakima Valley	12,134,619	51.5%	1,169,833	5.0%	594,564	2.5%
SYSTEM TOTAL	440,489,076	49.3%	52,372,190	5.9%	24,409,298	2.7%

Source: SBCTC Financial Management System (FMS)

**EXPENDITURES BY PROGRAM BY DISTRICT
STATE GENERAL FUNDS AND OPERATING FEES
FISCAL YEAR 2012-13**

Page 2 of 2

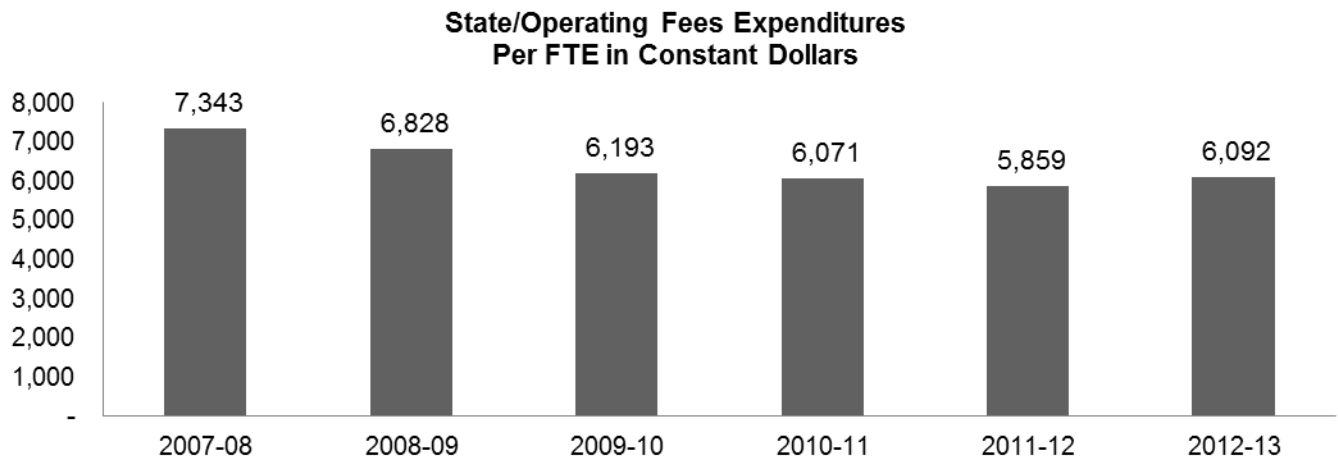
	060 Student Services		080 Institutional Support		090 Plant Operation and Maintenance		Total
	Expenditure	% of Total	Expenditure	% of Total	Expenditure	% of Total	
Bates	2,934,163	12.3%	3,901,336	16.3%	3,148,706	13.2%	23,883,231
Bellevue	7,015,514	14.1%	3,970,521	8.0%	6,201,233	12.5%	49,752,168
Bellingham	2,307,224	16.2%	2,098,380	14.7%	1,258,489	8.8%	14,243,589
Big Bend	1,820,725	14.1%	2,478,548	19.1%	2,280,199	17.6%	12,948,110
Cascadia	1,977,667	16.1%	3,093,884	25.2%	1,895,280	15.4%	12,291,084
Centralia	2,198,597	14.3%	2,147,927	13.9%	1,729,249	11.2%	15,417,346
Clark	5,773,518	13.5%	6,206,271	14.6%	4,227,184	9.9%	42,611,211
Clover Park	3,118,358	12.0%	5,143,498	19.8%	4,071,767	15.7%	25,999,787
Columbia Basin	3,310,652	11.7%	4,860,901	17.2%	3,866,169	13.7%	28,272,813
Edmonds	4,092,565	11.7%	6,955,887	19.9%	4,734,423	13.5%	34,979,022
Everett	4,012,446	12.0%	4,924,709	14.7%	3,183,804	9.5%	33,553,009
Grays Harbor	2,313,407	18.0%	2,540,593	19.7%	1,455,385	11.3%	12,885,907
Green River	4,801,734	12.8%	6,782,584	18.1%	4,088,106	10.9%	37,393,508
Highline	3,065,508	8.7%	3,465,140	9.8%	4,823,793	13.6%	35,410,237
Lake Washington	2,161,917	10.2%	4,687,462	22.1%	2,039,980	9.6%	21,186,709
Lower Columbia	2,224,300	14.1%	3,764,134	23.8%	2,450,018	15.5%	15,800,188
Olympic	4,191,962	13.3%	5,089,680	16.2%	3,729,849	11.9%	31,453,767
Peninsula	1,990,191	13.9%	3,479,108	24.2%	1,454,141	10.1%	14,355,086
Pierce District	6,022,038	16.4%	7,215,976	19.6%	5,216,599	14.2%	36,796,710
Renton	2,399,307	10.0%	4,593,676	19.1%	3,427,112	14.2%	24,076,823
Seattle District	10,826,714	11.7%	14,620,423	15.7%	10,993,269	11.8%	92,887,243
Shoreline	4,973,481	14.8%	4,676,889	13.9%	3,277,789	9.7%	33,629,312
Skagit Valley	4,024,499	15.0%	6,080,273	22.6%	3,335,570	12.4%	26,854,402
South Puget Sound	3,078,684	12.5%	4,668,467	18.9%	3,447,942	14.0%	24,644,154
Spokane District	9,592,103	12.3%	10,565,758	13.5%	10,421,806	13.3%	78,096,587
Tacoma	3,887,040	12.6%	5,187,434	16.8%	3,224,189	10.4%	30,925,060
Walla Walla	3,484,742	15.6%	4,258,620	19.1%	3,105,659	13.9%	22,306,506
Wenatchee Valley	2,267,992	11.4%	3,224,897	16.3%	3,349,748	16.9%	19,832,992
Whatcom	2,745,965	16.4%	3,822,404	22.8%	2,319,012	13.8%	16,759,856
Yakima Valley	2,564,205	10.9%	3,258,117	13.8%	3,824,547	16.2%	23,545,885
SYSTEM TOTAL	115,177,217	12.9%	147,763,499	16.6%	112,581,020	12.6%	892,792,301

Source: SBCTC Financial Management System (FMS)

Costs per State-Funded FTES

State General Funds and Operating Fees

Community and technical colleges spent \$6,092 per FTES (enrollment of 15 credits for three quarters) last year, an increase of four percent from the previous year. This was the first growth in cost per FTE since 2007-08, as growth in FTES and reductions in the state budget have leveled off.



STATE AND OPERATING FEE EXPENDITURES PER FTES

State General Funds & Operating Fees

	2008-09	2009-10	2010-11	2011-12	2012-13	5 Year Change
Current \$	942,517,108	937,654,506	941,905,590	880,269,623	892,792,301	
Constant \$	1,005,803,393	990,437,124	977,986,975	892,777,706	892,792,301	-10.7%
% Change	0.6%	-1.5%	-1.3%	-8.7%	0.0%	
State FTES (Actual)	147,302	159,939	161,081	152,378	146,542	7.6%
% Change	8.2%	8.6%	0.7%	-5.4%	-3.8%	

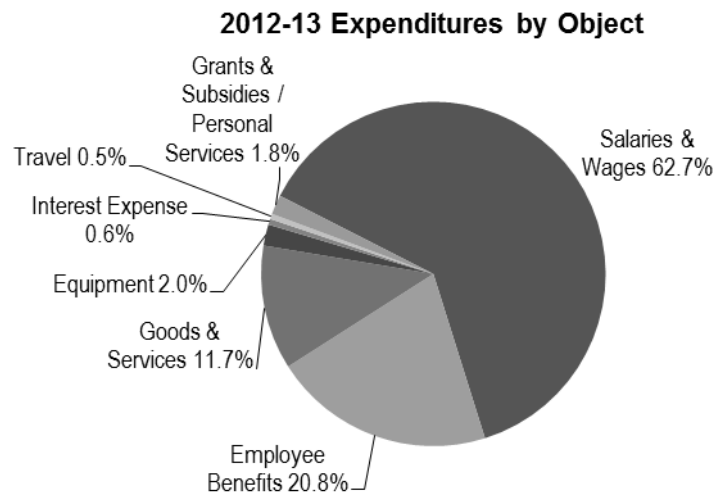
State/Operating Fees Expenditures per FTES

	2008-09	2009-10	2010-11	2011-12	2012-13	5 Year Change
Current \$	6,399	5,863	5,847	5,777	6,092	
Constant \$	6,828	6,193	6,071	5,859	6,092	-17.0%
% Change	-7.0%	-9.3%	-2.0%	-3.5%	4.0%	

Source: Community and Technical Colleges Financial Management System.
Note: Reported Data excludes capital asset acquisitions by COP or Lease-Purchase.

Expenditures by Object – Fiscal Year 2012-13 State Funds, Special Revenues and Operating Fees

Salaries and benefits represent nearly 83 percent of the total expenditures in the community and technical college system. Expenditures fell in salaries, benefits, and grants/subsidies/personal contracts, and expenditures rose in goods and services, equipment, interest expense and travel.



EXPENDITURES BY OBJECT

	2008-09	2009-10	2010-11	2011-12	2012-13
Salaries & Wages (Current \$)	637,498,414	632,441,319	636,999,231	614,792,572	615,000,736
Constant \$	680,303,904	668,042,820	661,400,631	623,528,392	615,000,736
% Change	4.6%	-1.8%	-1.0%	-5.7%	-1.4%
Employee Benefits (Current \$)	179,941,582	200,354,059	215,222,769	212,676,685	204,259,927
Constant \$	192,023,946	211,632,426	223,467,264	215,698,689	204,259,927
% Change	-4.7%	10.2%	5.6%	-3.5%	-5.3%
Goods & Services (Current \$)	128,680,494	122,709,119	118,811,327	110,969,353	114,646,701
Constant \$	137,320,879	129,616,683	123,362,608	112,546,159	114,646,701
% Change	-0.1%	-5.6%	-4.8%	-8.8%	1.9%
Equipment (Current \$)	23,262,022	22,751,193	17,776,987	17,166,689	19,529,583
Constant \$	24,823,975	24,031,907	18,457,967	17,410,617	19,529,583
% Change	-26.9%	-3.2%	-23.2%	-5.7%	12.2%
Interest Expense	8,472,197	8,152,196	6,730,604	4,780,076	5,400,753
Constant \$	9,041,072	8,611,101	6,988,432	4,847,998	5,400,753
% Change	31.5%	-4.8%	-18.8%	-30.6%	11.4%
Travel	3,380,185	3,259,572	2,524,665	3,389,041	4,863,484
Constant \$	3,607,151	3,443,060	2,621,376	3,437,197	4,863,484
% Change	-38.8%	-4.5%	-23.9%	31.1%	41.5%
Grants & Subsidies, Personal Services	22,153,703	20,928,245	21,635,304	18,510,492	17,891,970
Constant \$	23,641,237	22,106,342	22,464,083	18,773,515	17,891,970
% Change	18.0%	-6.5%	1.6%	-16.4%	-4.7%
Interagency Reimbursement	(6,657,198)	(6,001,825)	(5,939,901)	(5,717,942)	(6,794,010)
Transfer Charges	(54,214,292)	(66,939,371)	(71,855,396)	(96,297,571)	(82,006,845)
Total State Funds & Operating Fees	942,517,108	937,654,506	941,905,590	880,269,396	892,792,301
Constant \$	1,005,803,394	990,437,124	977,986,976	892,777,476	892,792,301
% Change	0.5%	-1.5%	-1.3%	-8.7%	0.0%

Source: SBCTC Financial Management System (FMS)

Federal Workforce Education Funds – Fiscal Year 2012-13

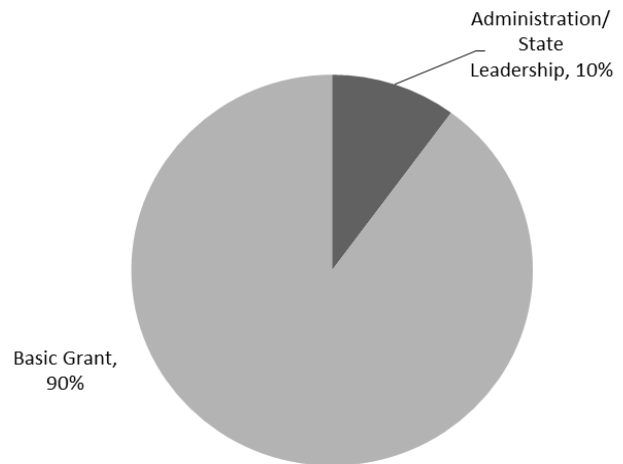
The Carl D. Perkins Career and Technical Education Act of 2006 provides federal assistance to secondary and post-secondary workforce education programs. The purpose of the Act is to make the United States more competitive in the world economy by developing more fully the academic and occupational skills of all segments of the population.

Adjusted for inflation, the funds from this source have declined nearly 33 percent over the past five years, due in large part to the elimination of federal funding for the Tech Prep program in 2011-12.

Title I: Basic Grant provides funds to integrate academic, vocational, and technical instruction; link secondary and college education; and increase flexibility in providing services and activities designed to develop, implement, and improve vocational and technical education.

Title II: Tech Prep Education provides funds for the development and operation of “2+2” programs leading from high school to a two-year associate degree, certificate, or apprenticeship program. Each grant funds a consortia comprised of business, labor, community, government and school, and college leaders. While colleges continue to offer this program, the federal funding for Tech Prep ended June 2011.

**Federal Vocational Funds by Purpose
Fiscal Year 2012-13**



CARL D. PERKINS CAREER AND TECHNICAL EDUCATION ACT OF 2006 AWARD LEVELS - COMMUNITY AND TECHNICAL COLLEGES

	2008-09	2009-10	2010-11	2011-12	2012-13
Title I: Basic Grant	10,455,500	10,289,887	10,007,745	9,790,275	9,819,468
Title II: Tech Prep	1,935,008	1,935,008	1,935,008	0	0
Administration/State Leadership	1,094,171	1,069,816	1,028,325	1,099,183	1,103,783
Tech Prep Administration	101,842	101,842	101,842	0	0
Current \$	13,586,521	13,396,553	13,072,734	10,889,458	10,923,251
Constant \$	14,500,022	14,152,285	13,575,009	11,045,195	10,923,251
% Change	-3.1%	-2.4%	-4.1%	-18.6%	-1.1%

Source: SBCTC Financial Management System (FMS)

Federal Workforce Education Funds – Fiscal Year 2012-13

Federal workforce education funds were awarded to community and technical college districts based on a "Pell Plus" formula. The 90 percent of funds that were distributed to the colleges were based on enrollment data of unduplicated students with a vocational intent, who were Pell/BIA, Worker Retraining, welfare recipients and former welfare recipients enrolled with a vocational intent, and welfare recipients and former welfare recipients who were attending for employment related basic skills. The remaining ten percent of Perkins IV funding was divided so that nine percent were distributed to rural schools and one percent to schools with a high percentage of vocational students. College districts submitted plans to the State Board for approval before funds were awarded.

BASIC GRANTS EXPENDITURES FOR FISCAL YEAR 2012-13

	Title I
Bates Technical College	215,141
Bellevue College	281,093
Bellingham Technical College	407,310
Big Bend Community College	174,852
Cascadia Community College	0
Centralia College	192,145
Clark College	603,576
Clover Park Technical College	479,339
Columbia Basin College	267,779
Edmonds Community College	654,528
Everett community College	980,630
Grays Harbor College	299,972
Green River Community College	345,669
Highline Community College	189,908
Lake Washington Institute of Technology	330,233
Lower Columbia College	300,484
Olympic College	289,213
Peninsula College	352,268
Pierce College District	291,824
Renton Technical College	219,107
Seattle Community Colleges	466,616
Shoreline Community College	247,780
Skagit Valley College	202,373
South Puget Sound Community College	365,863
Spokane District	194,119
Tacoma Community College	317,029
Walla Walla Community College*	349,038
Wenatchee Valley College	246,807
Whatcom Community College	159,797
Yakima Valley Community College	506,520
SYSTEM TOTAL	9,931,011

Source: SBCTC Financial Management System (FMS)

* The total for Walla Walla Community College includes 11,759 in Title II

Federal and Special State Basic Skills Funds

Federal Funds

The Adult Education and Family Literacy Act, Title II of the Workforce Investment Act of 1998, provides federal funds to supplement state and local resources expended for literacy and basic skills instruction. Funds are awarded to community and technical colleges as well as community-based organizations. Funds also support staff and program development provided through the Adult Basic Education Office at the State Board. Adjusted for inflation, this funding source is seven percent higher than five years ago; however, up until 2011-12 it had been in decline. The increase in expenditure in 2012-13 was the result of carry forward funds being distributed to colleges.

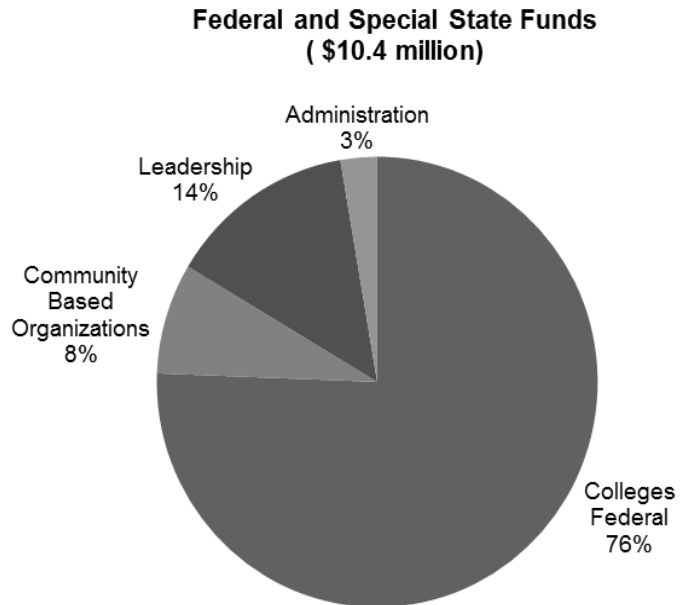
Basic Grant awards are to be used to establish education programs for young people and adults age 16 and over whose mastery of basic skills (reading, writing, speaking in English, and computing) is insufficient to enable them to function on the job and in society, to achieve individual goals, and to develop personal knowledge and potential.

Basic grant funds support four types of instruction:

- Adult Basic Education (ABE) and literacy for adults below the ninth grade proficiency level;
- English as a Second Language (ESL) for adults with limited English proficiency;
- Adult secondary education (ASE) for young people and adults to obtain a high school diploma, or to pass the General Educational Development (GED) tests;
- Instruction to institutionalized adults in prisons, jails, and drug and alcohol rehabilitation residential centers (previously funded as a line item).

State Funds

Beginning in 2009-10, as colleges were faced with increasing budget cuts, the earmarks for state-funded Basic Skills enrollments were removed to increase colleges' spending flexibility. As a result, 2008-09 was the last year that State Funds were able to be reported in the table in the same way it had been reported historically.



**FEDERAL AND SPECIAL STATE BASIC SKILLS FUNDS
EXPENDITURES FOR FISCAL YEAR 2008-09 TO 2012-13**

	Federal Funds				
	2008-09	2009-10	2010-11	2011-12	2012-13
Community & Technical Colleges	6,743,807	6,871,735	6,689,664	6,624,659	7,892,776
Other Providers					
Community-Based Organizations	732,195	795,373	764,427	804,331	829,872
SBCTC					
Leadership	1,110,054	1,082,024	1,138,235	886,495	1,436,404
State Administration	444,020	432,809	455,294	304,372	279,587
Federal Current \$ Total	9,030,076	9,181,941	9,047,620	8,619,856	10,438,639
Federal Constant \$ Total	9,637,221	9,699,917	9,395,244	8,743,134	10,438,639
% Change	-3.1%	0.7%	-3.1%	-6.9%	19.4%
	State Funds				
	2008-09	2009-10	2010-11	2011-12	2012-13
Community & Technical Colleges					
EL/Civics*	394,259	***	***	***	***
Family Literacy Grants	559,402	***	***	***	***
Volunteer Literacy Program	135,642	***	***	***	***
State Subtotal, Colleges	1,089,303	***	***	***	***
Community-Based Organizations					
EL/Civics*	139,847	***	***	***	***
Family Literacy Grants	100,000	***	***	***	***
Volunteer Literacy Program**	99,256	***	***	***	***
State Subtotal, CBOs	339,103	***	***	***	***
SBCTC – Advisory Comm, Admin, etc.	40,520	***	***	***	***
State Current \$ Total	1,468,926	***	***	***	***
State Constant \$ Total	1,468,926	***	***	***	***
% Change	0.7%	***	***	***	***
Federal and State Funds Current \$	10,499,002	9,181,941	9,047,620	8,619,856	10,438,639
Federal and State Funds Constant \$	11,204,911	9,699,917	9,395,244	8,743,134	10,438,639
% Change	-0.3%	-13.4%	-3.1%	-6.9%	19.4%

*Prior to 2001-02 these were called Supplemental ESL. In addition funding for EL Civics includes both federal and state funds.

**Funding for Volunteer Literacy includes both federal and state funds through 2008-09.

State WorkFirst Grant

WorkFirst is Washington's welfare reform program designed to help parents get what they need to prepare for and go to work. It is a partnership between state agencies and communities to work together to provide the necessary services and resources families need to be successful. Consistent with the long-standing role of colleges in preparing welfare recipients and other low-income students for work and job advancement, the colleges and the State Board made a commitment to play a key role in the WorkFirst effort of the state. The WorkFirst funds are contracted funds from the Department of Social and Health Services.

In 2012-13 SBCTC awarded funds to community and technical colleges and WorkFirst training providers at community-based organizations and private colleges in two portions, 80 percent for funding core services and 20 percent allocated based on performance of enrollments, retention, and student achievement. Reductions of funding due to changes in state policies and case load reductions, and additional funding late in the fiscal year from DSHS have been consistent since 2008-09. In 2012-13, an additional allocation of funds was redirected to SBCTC, providing additional performance funds to colleges.

WORKFIRST GRANT					
FISCAL YEARS 2008-09 TO 2012-13					
	2008-09	2009-10	2010-11	2011-12	2012-13
WorkFirst Block Grant	26,105,172	22,328,325	21,089,807	17,701,004	18,777,008
SBCTC/Tech Asst	610,993	449,571	444,265	314,113	293,759
Private Career Schools/CBO's	818,478	807,969	604,598	525,034	463,233
Current \$ Total	27,534,643	23,585,865	22,138,670	18,540,151	19,534,000
Constant \$ Total	29,385,958	24,916,400	22,989,273	18,805,306	19,534,000

Source: SBCTC Financial Management System (FMS)

**WORKFIRST BLOCK GRANT
FISCAL YEAR 2012-13**

FY12 WORKFIRST GRANT

Bates Technical College	577,314
Bellevue College	340,443
Bellingham Technical College	384,927
Big Bend Community College	413,612
Cascadia Community College	-
Centralia College	641,596
Clark College	823,980
Clover Park Technical College	922,926
Columbia Basin College	522,978
Edmonds Community College	487,900
Everett Community College	1,055,056
Grays Harbor College	478,638
Green River Community College	689,635
Highline Community College	859,818
Lake Washington Institute of Technology	188,327
Lower Columbia College	910,458
Olympic College	797,585
Peninsula College	470,511
Pierce College District	457,962
Renton Technical College	646,936
Seattle Community Colleges	1,190,722
Shoreline Community College	251,784
Skagit Valley College	353,005
South Puget Sound Community College	567,612
Spokane District Office	1,826,824
Tacoma Community College	567,775
Walla Walla Community College	400,194
Wenatchee Valley College	190,854
Whatcom Community College	313,476
Yakima Valley Community College	1,444,161
Subtotal	18,777,008
CBOs/Private Colleges	293,759
SBCTC/Tech Assistance	463,233
SYSTEM TOTAL	19,534,000

Source: SBCTC Financial Management System (FMS)